

# FISCAL NOTE

## HB 993 - SB 1136

March 11, 2005

**SUMMARY OF BILL:** Allocates 15.15% of Real Estate Transfer Tax collections and 13% of Mortgage Tax collections to the Housing Program Fund which is administered by the Tennessee Housing Development Agency (THDA).

### ESTIMATED FISCAL IMPACT:

**Decrease State Revenues – Exceeds \$24,800,000 / General Fund**  
**Increase State Revenues – Exceeds \$24,800,000 / Earmarked for THDA**

#### Assumptions:

- FY04 Realty Transfer Tax collections estimated at \$103.2 million.
- FY04 Mortgage Tax collections estimated at \$71.1 million.
- 15.15% of \$103.2 million equals \$15.63 million.
- 13% of \$71.1 million equals \$9.24 million.
- Decrease of state revenues earmarked for the General Fund estimated to be \$24.87 million (\$15.63 million + \$9.24 million = \$24.87 million).
- Increase of state revenues earmarked for the Housing Program Fund (THDA) estimated at \$24.87 million.
- THDA absorbs all administrative costs associated with this bill through grant programs and interest earned on funds.
- THDA retains interest earned on funds.

### CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director